

**TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE**



**CORRECTED
FISCAL NOTE**

HB 188 – SB 134

March 3, 2009

SUMMARY OF BILL: Requires the Governor to provide copies of state property inventory to state officials in computer-readable formats, in addition to any paper copies.

ESTIMATED FISCAL IMPACT:

On January 22, 2009, we issued a fiscal note for this bill indicating an *increase to state expenditures of not significant*. On February 6, 2009, we received new information from the Department of Finance and Administration. Based on this new information, the fiscal impact of this bill is estimated as follows:

(CORRECTED)

**Increase State Expenditures – \$187,200/One-Time
\$93,100/Recurring**

Assumptions:

- According to the Department of Finance and Administration (F&A), there are approximately 1,142,400 pages of documents related to property inventory records, including an estimated 75,000 engineering documents, which would require conversion into computer-readable formats as a result of this bill.
- F&A would contract with a vendor for services to convert all of the required documents to computer-readable formats.
- The estimated cost to convert such documents into computer-readable formats is estimated to be \$0.07 per non-engineering document and \$1.50 per engineering document.
- The increase to one-time state expenditures for converting all property records into computer-readable formats is estimated to be \$187,200 [(1,067,400 x \$0.07) + (75,000 x \$1.50) = \$187,218].

- The leasing of server space for housing electronic versions of all property inventory documents is estimated to be \$26,600 per year.
- In order for F&A to comply with the provisions of this bill related to future property inventory records, the Department would need one additional position. The associated increase to recurring state expenditures is estimated to be \$66,500 per year (\$41,000 salary, \$20,500 benefits, \$5,000 other).

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, appearing to read "James W. White". The signature is fluid and cursive, with the first name "James" written in a smaller, more compact script than the last name "White".

James W. White, Executive Director

/rnc